



# State of Utah Financial Highlights

Year Ended June 30, 2003

# Utah!

Where ideas connect

<b>GENERAL FUND SURPLUS</b> (includes Federal Jobs and Growth Relief Funds).....	<b>\$ 14,315,579</b>
<b>PERCENTAGE OF GENERAL FUND BUDGET</b> .....	<b>0.78%</b>
<b>UNIFORM SCHOOL FUND SURPLUS</b> .....	<b>\$ 1,801,687</b>
<b>PERCENTAGE OF UNIFORM SCHOOL FUND BUDGET</b> .....	<b>0.11%</b>

## MAJOR STATE REVENUE SOURCES

(Does not include federal and restricted revenues unless indicated)

### General Fund

	<u>Fiscal 2003</u>
Sales Tax .....	\$ 1,443,974,000
Licenses, Fees and Permits .....	\$ 17,762,000
Cigarette, Tobacco and Beer Taxes .....	\$ 54,214,000
Mineral Lease (Federal) .....	\$ 46,335,000
Insurance Premium Tax .....	\$ 58,989,000
Mining, Oil and Gas Taxes .....	\$ 32,579,000
Investment Income .....	\$ 6,471,000
Liquor Profit Transfer .....	\$ 33,168,000
Jobs and Growth Relief Federal Appropriation (Federal) .....	\$ 37,970,000

### Uniform School Fund

Individual Income Tax .....	\$ 1,575,486,000
Corporate Franchise and Gross Receipts Taxes .....	\$ 160,522,000

### State Sales Tax Restricted

For Local Government Highways, Water Loans, and Conservation .....	\$ 24,576,000
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## MAJOR PROGRAMS

(Includes expenditures from federal and restricted revenue sources)

	<u>Fiscal 2003</u> <u>Expenditures</u>
Public Education .....	\$ 1,986,271,000
Higher Education .....	\$ 895,583,000
Health – Medical Assistance .....	\$ 1,100,163,000
Workforce Services .....	\$ 369,473,000
Corrections (Adult) .....	\$ 177,170,000
Human Services – Child and Family Services .....	\$ 120,430,000
Human Services – People with Disabilities .....	\$ 147,084,000
Natural Resources .....	\$ 137,673,000
Public Safety (Excludes National Guard) .....	\$ 102,101,000
State Courts .....	\$ 97,465,000

## HIGHWAY CONSTRUCTION AND MAINTENANCE

	<u>Fiscal 2003</u>
<b>Major Funding Sources</b>	
Motor and Special Fuel Taxes .....	\$ 321,162,000
Vehicle Registration and Permits <sup>(1)</sup> .....	\$ 79,379,000
Federal Funds <sup>(2)</sup> .....	\$ 233,857,000
General Fund Transfers to Transportation Fund .....	\$ 669,000
General Fund Transfers to Centennial Highway Fund .....	\$ 48,795,000
<b>Major Transportation Expenditures</b>	
Highway Construction <sup>(3)</sup> .....	\$ 433,628,000
Highway Maintenance .....	\$ 81,513,000
Local B&C Roads .....	\$ 114,361,000

(1) Includes Vehicle Registration Fees of \$18,719,000 in the Centennial Highway Fund.

(2) Includes Federal Funds of \$42,753,000 in the Centennial Highway Fund.

(3) Includes Expenditures of \$203,877,000 from the Centennial Highway Fund.

## State of Utah Financial Highlights

### Appropriations Limitation

By statute, the amounts appropriated from the General Fund, Uniform School Fund and Transportation Fund are limited to the growth in personal income, population and inflation.

	<u>Fiscal 2003</u>	<u>Fiscal 2004 <sup>(1)</sup></u>
Appropriations Limitation .....	\$ 4,150,683,700	\$ 4,305,759,400
Actual Appropriations <sup>(2)</sup> .....	\$ 3,837,628,600	\$ 3,908,875,900
Under the Limit.....	\$ 313,055,100	\$ 396,883,500

(1) Preliminary – amounts may be adjusted by subsequent appropriations.

(2) By law, the appropriations do not include amounts for debt service, emergency expenditures, amounts from other than unrestricted revenue sources, transfers to the Budget Reserve Account (Rainy Day Fund), or capital developments meeting certain criteria.

### General Obligation Bonds

#### Activity in Fiscal Year 2003–2004 to date

General Obligation Bonds Payable at June 30, 2003 (Net).....	\$ 1,713,755,400
Principal Payment July 1, 2003 .....	(111,810,000)
Current Amortization of Bond Premiums and Deferred Amount on Refunding.....	(5,465,300)
General Obligation Bonds Payable at November 30, 2003 (Net).....	<u>\$ 1,596,480,100</u>

<b>Constitutional Bonding Limit</b> .....	<u>2,561,639,100</u>
Additional Constitutional Bonding Capacity <sup>(3)</sup> .....	<u>\$ 965,159,000</u>

<b>Statutory Bonding Limit</b> (20% of the Fiscal Year 2004 Appropriations Limitation).....	\$ 861,151,900
Bonds Subject to Limitation (Net) <sup>(4)</sup> .....	(612,417,200)
Additional Statutory Bonding Capacity <sup>(3)</sup> .....	<u>\$ 248,734,700</u>

#### The State of Utah's Triple/Triple Bond Rating is the best possible

Fitch .....	AAA
Moody's .....	Aaa
Standard & Poor's.....	AAA

(3) The State has an additional \$60,966,700 in bonds authorized but not issued, which when sold will reduce bonding capacity.

(4) The Legislature has exempted certain highway bonds from the statutory bonding limit. At November 30, 2003, the net amount of highway bonds exempted from the calculation is \$984,062,900.

### Status of Key State Funds Fiscal Year 2003

#### School Trust Fund

This is a permanent fund established by the State Constitution. Certain investment earnings are paid to the Uniform School Fund for the support of public schools. The remaining income is reinvested to build balances in the School Trust Fund and enhance future earnings.

Beginning Fund Balance .....	\$ 336,250,000
Income from Land Use.....	25,266,000
Gain on Sale of Land .....	9,601,000
Change in Fair Value of Investments .....	<u>3,339,000</u>
Ending Fund Balance .....	<u>\$ 374,456,000</u>
Investment Income Paid to Uniform School Fund.....	\$ 8,388,000

#### Budget Reserve Accounts (Rainy Day Funds)

The Budget Reserve Accounts combined can retain up to a maximum of 6% of the combined General Fund and Uniform School Fund appropriations for a given fiscal year. The combined maximum limit is \$212,125,000.

<u>General Fund Budget Reserve</u>	
Beginning Fund Balance .....	\$ 19,453,000
Investment Income.....	394,000
Transfer from General Fund.....	6,699,000
Ending Fund Balance .....	<u>\$ 26,546,000</u>
<u>Education Budget Reserve</u>	
Beginning Fund Balance .....	\$ 0
Transfer from Uniform School Fund .....	<u>601,000</u>
Ending Fund Balance .....	<u>\$ 601,000</u>